

## Message Text

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70

ACTION AF-18

INFO OCT-01 ISO-00 SP-03 IGA-02 AID-20 CIAE-00 COME-00

EB-11 FRB-02 INR-10 NSAE-00 RSC-01 TRSE-00 XMB-07

OPIC-12 CIEP-02 LAB-06 SIL-01 OMB-01 DRC-01 /098 W

----- 123403

R 030821Z JUL 74

FM AMEMBASSY ADDIS ABABA

TO SECSTATE WASHDC 9872

INFO AMCONSUL ASMARA

LIMITED OFFICIAL USE ADDIS ABABA 7694

E.O. 11652: NA

TAGS: EFIN ET

SUBJ: IEG FY 74 SUPPLEMENTAL BUDGET

REF: A) ADDIS 6760; B) ADDIS 4512; C) ADDIS A-54 3/27/74

1. NEGARIT GAZETA OF JUNE 22 PUBLISHED FY 74 SUPPLEMENTARY BUDGET TOTALING ETH \$30.3 MILLION (US DQMPP TO ETH \$2.05). MILITARY AND POLICE SALARIES AND ALLOWANCES TOTAL ETH \$19.5 MILLION AND REPRESENT 64.5 PERCENT OF SUPPLEMENTAL. OTHER SIGNIFICANT ITEMS INCLUDE: ETH \$5 MILLION SUBSIDY TO ASSAB REFINERY (DOWN FROM ETH \$10 MILLION ESTIMATED REF A); ETH \$3.8 MILLION GOVERNMENT PENSION PAYMENTS; AND ETH \$1.2 MILLION SALARY INCREMENT FOR LOW PAID IEG CIVILIAN EMPLOYEES.

2. COMMENT: BREAKDOWN SUPPLEMENTAL REVEALS WIDE RANGE IN PERCENTAGE INCREASES AMONG VARIOUS ARMED SERVICES OVER ORIGINAL FY 74 BUDGET LEVEL: E.G., BODY GUARD (19.2 PERCENT); ARMY (18.7 PERCENT); POLICE (15.6 PERCENT); AIR FORCE (5.9 PERCENT); NAVY (3.3 PERCENT). THIS MAY REPRESENT ATTEMPT TO EQUALIZE PAY SCALES AMONG VARIOUS SERVICES. SUBSTANTIAL INCREASE IN PENSION PAYMENTS COULD REPRESENT RUMORED STEP-UP IN RETIREMENTS NOTED REF C. SUPPLEMENTAL PROVIDES ONLY ETH \$435,000 FOR PRIMARY TEACHERS THEREBY CONFIRMING THAT IEG HAS NOT YET AGREED TO PAY ESTIMATED ETH \$4.7 MILLION IN SALRY INCREASES PROMISED AT END

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MARCH TEACHER STRIKE (SEE PARA 4 REF B). FIFTY PERCENT

REDUCTION IN PREVIOUSLY ESTIMATED ETH \$10 MILLION COST OF RE-  
FINERY SUBSIDIZATION MAY WELL REFLECT UNANTICIPATED DECLINE  
IN PETROLEUM PRODUCT CONSUMPTION DUE TO BUS, TRUCK, AND TAXI  
STRIKES AS WELL AS INSTABILITY IN COUNTRYSIDE.  
WYMAN

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** GOVERNMENT BUDGET, PETROLEUM PRODUCTS, WAGES, MILITARY PERSONNEL, GOVERNMENT REVENUES, GOVERNMENT EXPENDITURES, SUPPLEMENTAL BUDGET, POLICE FORCES, GOVERNMENT PERSONNEL, TEACHERS, PENSIONS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 03 JUL 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** shawdg  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974ADDIS07694  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D740177-0151  
**From:** ADDIS ABABA  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t19740779/aaaacpke.tel  
**Line Count:** 66  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION AF  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** A) ADDIS 6760; B) ADDIS 4512; C) ADD, IS A-54 3/27/74  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** shawdg  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 28 AUG 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <28 AUG 2002 by elyme>; APPROVED <19 FEB 2003 by shawdg>  
**Review Markings:**

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30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** IEG FY 74 SUPPLEMENTAL BUDGET  
**TAGS:** EFIN, ET  
**To:** STATE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005